

**STATE RISK MANAGEMENT FUND**  
**INVESTMENT PERFORMANCE REPORT AS OF NOVEMBER 30, 2004**

	November-04				October-04				September-04				Current FYTD	Prior Year FY04	3 Years Ended 6/30/2004	5 Years Ended 6/30/2004
	Allocation		Month		Allocation		Month		Allocation		Quarter					
	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Net	Net	Net	Net
<b>LARGE CAP DOMESTIC EQUITY</b>																
<i>Structured Growth</i>																
Los Angeles Capital	61,504	2.7%	2.7%	5.56%	58,286	2.6%	2.7%	-0.28%	58,442	2.6%	2.7%	-4.14%	0.90%	N/A	N/A	N/A
<b>Total Structured Growth</b>	<b>61,504</b>	<b>2.7%</b>	<b>2.7%</b>	<b>5.56%</b>	<b>58,286</b>	<b>2.6%</b>	<b>2.7%</b>	<b>-0.28%</b>	<b>58,442</b>	<b>2.6%</b>	<b>2.7%</b>	<b>-4.14%</b>	<b>0.90%</b>	<b>17.58%</b>	<b>-6.28%</b>	<b>-7.85%</b>
<i>Russell 1000 Growth</i>				3.44%				1.56%				-5.23%	-0.44%	17.88%	-3.74%	-6.48%
<i>Structured Value</i>																
<b>LSV</b>	<b>67,600</b>	<b>3.0%</b>	<b>2.7%</b>	<b>6.34%</b>	<b>63,616</b>	<b>2.8%</b>	<b>2.7%</b>	<b>-0.21%</b>	<b>63,732</b>	<b>2.9%</b>	<b>2.7%</b>	<b>3.21%</b>	<b>9.53%</b>	<b>30.56%</b>	<b>9.33%</b>	<b>8.36%</b>
<i>Russell 1000 Value</i>				5.06%				1.66%				1.54%	8.45%	21.13%	2.96%	1.87%
<i>Russell 1000 Enhanced Index</i>																
<b>LA Capital</b>	<b>131,221</b>	<b>5.7%</b>	<b>5.4%</b>	<b>4.95%</b>	<b>125,081</b>	<b>5.5%</b>	<b>5.4%</b>	<b>0.45%</b>	<b>124,498</b>	<b>5.6%</b>	<b>5.4%</b>	<b>-1.68%</b>	<b>3.65%</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>
<i>Russell 1000</i>				4.28%				1.61%				-1.81%	4.04%	N/A	N/A	N/A
<i>S&amp;P 500 Enhanced Index</i>																
<b>Westridge</b>	<b>127,784</b>	<b>5.6%</b>	<b>5.4%</b>	<b>4.05%</b>	<b>122,872</b>	<b>5.5%</b>	<b>5.4%</b>	<b>1.55%</b>	<b>120,973</b>	<b>5.4%</b>	<b>5.4%</b>	<b>-1.99%</b>	<b>3.55%</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>
<i>S&amp;P 500</i>				4.05%				1.53%				-1.87%	3.66%	N/A	N/A	N/A
<i>Index</i>																
State Street	38,463			4.04%	36,970			1.53%	36,412			-1.88%	3.63%	19.01%	-0.75%	-2.28%
<b>Total Index</b>	<b>38,463</b>	<b>1.7%</b>	<b>1.8%</b>	<b>4.04%</b>	<b>36,970</b>	<b>1.6%</b>	<b>1.8%</b>	<b>1.53%</b>	<b>36,412</b>	<b>1.6%</b>	<b>1.8%</b>	<b>-1.88%</b>	<b>3.63%</b>	<b>19.01%</b>	<b>-0.75%</b>	<b>-2.28%</b>
<i>S&amp;P 500</i>				4.05%				1.53%				-1.87%	3.66%	19.11%	-0.70%	-2.21%
<b>TOTAL LARGE CAP DOMESTIC EQUITY</b>	<b>426,573</b>	<b>18.7%</b>	<b>18.0%</b>	<b>4.90%</b>	<b>406,826</b>	<b>18.0%</b>	<b>18.0%</b>	<b>0.67%</b>	<b>404,057</b>	<b>18.1%</b>	<b>18.0%</b>	<b>-1.42%</b>	<b>4.09%</b>	<b>21.46%</b>	<b>0.15%</b>	<b>-1.39%</b>
<i>S&amp;P 500</i>				4.05%				1.53%				-1.87%	3.66%	19.11%	-0.70%	-2.21%
<b>SMALL CAP DOMESTIC EQUITY</b>																
<i>Manager-of-Managers</i>																
<b>SEI</b>	<b>154,570</b>	<b>6.8%</b>	<b>6.0%</b>	<b>8.16%</b>	<b>142,999</b>	<b>6.3%</b>	<b>6.0%</b>	<b>2.26%</b>	<b>139,823</b>	<b>6.3%</b>	<b>6.0%</b>	<b>-3.60%</b>	<b>6.62%</b>	<b>32.99%</b>	<b>5.51%</b>	<b>N/A</b>
<i>Russell 2000 + 200bp</i>				8.84%				2.14%				-2.36%	8.54%	35.99%	7.90%	N/A
<b>TOTAL SMALL CAP DOMESTIC EQUITY</b>	<b>154,570</b>	<b>6.8%</b>	<b>6.0%</b>	<b>8.16%</b>	<b>142,999</b>	<b>6.3%</b>	<b>6.0%</b>	<b>2.26%</b>	<b>139,823</b>	<b>6.3%</b>	<b>6.0%</b>	<b>-3.60%</b>	<b>6.62%</b>	<b>32.99%</b>	<b>5.54%</b>	<b>7.29%</b>
<i>Russell 2000</i>				8.67%				1.97%				-2.86%	7.65%	33.36%	6.24%	6.63%
<b>CONVERTIBLES</b>																
<b>TCW</b>	<b>259,598</b>	<b>11.4%</b>	<b>11.0%</b>	<b>3.80%</b>	<b>249,920</b>	<b>11.1%</b>	<b>11.0%</b>	<b>1.36%</b>	<b>246,545</b>	<b>11.0%</b>	<b>11.0%</b>	<b>-4.35%</b>	<b>0.63%</b>	<b>17.50%</b>	<b>1.03%</b>	<b>3.90%</b>
<i>First Boston Convertible Index</i>				2.91%				0.30%				-1.05%	2.13%	14.16%	4.89%	5.75%
<b>DOMESTIC FIXED INCOME</b>																
<i>Core Bond</i>																
<b>Western Asset</b>	<b>473,157</b>	<b>20.7%</b>	<b>20.0%</b>	<b>-0.67%</b>	<b>477,005</b>	<b>21.2%</b>	<b>20.0%</b>	<b>0.90%</b>	<b>472,630</b>	<b>21.2%</b>	<b>20.0%</b>	<b>3.52%</b>	<b>3.76%</b>	<b>2.42%</b>	<b>7.77%</b>	<b>8.10%</b>
<i>Lehman Aggregate</i>				-0.80%				0.84%				3.20%	3.23%	0.32%	6.35%	6.95%
<i>Index</i>																
<b>Bank of ND</b>	<b>596,424</b>	<b>26.1%</b>	<b>30.0%</b>	<b>-0.90%</b>	<b>598,617</b>	<b>26.6%</b>	<b>30.0%</b>	<b>0.64%</b>	<b>594,776</b>	<b>26.6%</b>	<b>30.0%</b>	<b>2.54%</b>	<b>2.26%</b>	<b>0.07%</b>	<b>7.10%</b>	<b>7.25%</b>
<i>Lehman Intermediate Gov/Credit (1)</i>				-0.91%				0.67%				2.71%	2.46%	-0.05%	6.97%	7.25%
<i>BBB Average Quality</i>																
<b>Strong</b>	<b>264,389</b>	<b>11.6%</b>	<b>10.0%</b>	<b>-0.67%</b>	<b>268,023</b>	<b>11.9%</b>	<b>10.0%</b>	<b>1.12%</b>	<b>264,977</b>	<b>11.9%</b>	<b>10.0%</b>	<b>4.51%</b>	<b>4.98%</b>	<b>1.18%</b>	<b>N/A</b>	<b>N/A</b>
<i>Lehman US Credit BAA</i>				-0.90%				1.03%				4.76%	4.89%	1.96%	N/A	N/A
<b>TOTAL DOMESTIC FIXED INCOME</b>	<b>1,333,970</b>	<b>58.4%</b>	<b>60.0%</b>	<b>-0.77%</b>	<b>1,343,644</b>	<b>59.6%</b>	<b>60.0%</b>	<b>0.83%</b>	<b>1,332,383</b>	<b>59.6%</b>	<b>60.0%</b>	<b>3.27%</b>	<b>3.32%</b>	<b>0.79%</b>	<b>7.00%</b>	<b>7.45%</b>
<i>Lehman Gov/Credit</i>				-1.11%				0.87%				3.56%	3.29%	-0.72%	6.73%	7.10%
<b>CASH EQUIVALENTS</b>																
<b>Bank of ND</b>	<b>111,171</b>	<b>4.9%</b>	<b>5.0%</b>	<b>0.19%</b>	<b>111,132</b>	<b>4.9%</b>	<b>5.0%</b>	<b>0.17%</b>	<b>110,901</b>	<b>5.0%</b>	<b>5.0%</b>	<b>0.44%</b>	<b>0.80%</b>	<b>1.20%</b>	<b>1.72%</b>	<b>3.39%</b>
<i>90 Day T-Bill</i>				0.15%				0.12%				0.37%	0.63%	0.98%	1.71%	3.30%
<b>TOTAL RISK MANAGEMENT FUND</b>	<b>2,285,882</b>	<b>100.0%</b>	<b>100.0%</b>	<b>1.37%</b>	<b>2,254,521</b>	<b>100.0%</b>	<b>100.0%</b>	<b>0.91%</b>	<b>2,233,709</b>	<b>100.0%</b>	<b>100.0%</b>	<b>0.94%</b>	<b>3.26%</b>	<b>8.09%</b>	<b>4.62%</b>	<b>3.34%</b>
<i>POLICY TARGET BENCHMARK</i>				0.91%				0.95%				1.54%	3.43%	6.46%	5.10%	3.86%

**NOTE: Monthly returns and market values are preliminary and subject to change.**

(1) Prior to April 1, 2004, the benchmark was the LB Govt/Credit index.